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# BEFORE THE POSTAL REGULATORY COMMISSION WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
PRIORITY MAIL EXPRESS & PRIORITY MAIL CONTRACT 20
(MC2015-78)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2015-123

# NOTICE OF UNITED STATES POSTAL SERVICE OF AMENDMENT TO PRIORITY MAIL EXPRESS & PRIORITY MAIL CONTRACT 20, WITH PORTIONS FILED UNDER SEAL

(February 25, 2016)

The Postal Service hereby provides notice that the terms of Priority Mail Express & Priority Mail Contract 20, in the above-captioned proceeding, have changed as contemplated by the contract's terms. A redacted version of the amendment to Priority Mail Express & Priority Mail Contract 20 is provided in Attachment A, and the unredacted amendment is being filed under seal. The amendment will become effective one business day following the day that the Commission completes its review of this filing.

This amendment will not materially affect the ability of Priority Mail Express & Priority Mail Contract 20 to cover its costs. Therefore, the supporting financial documentation and financial certification initially provided in this docket remain applicable. The Postal Service hereby incorporates by reference the Application for Non-Public Treatment originally filed in this docket, for the protection of the customer-identifying information that has been filed under seal.

Respectfully submitted,

UNITED STATES POSTAL SERVICE By its attorneys:

Daniel J. Foucheaux, Jr. Chief Counsel, Pricing and Product Support

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# **ATTACHMENT A**

# REDACTED AMENDMENT TO PRIORITY MAIL EXPRESS & PRIORITY MAIL CONTRACT 20

#### **AMENDMENT**

OF

# SHIPPING SERVICES CONTRACT BETWEEN

## THE UNITED STATES POSTAL SERVICE

AND

#### REGARDING PRIORITY MAIL EXPRESS AND PRIORITY MAIL SERVICE

WHEREAS, the United States Postal Service ("the Postal Service") and
("Customer") entered into a shipping services contract
regarding Priority Mail Express and Priority Mail service on July 24, 2015.

WHEREAS, the Parties desire to amend Sections I.H, I.I, I.J, I.K, and I.M, under this contract.

NOW, THEREFORE, the Parties agree that the contract is hereby amended as detailed below. The existing contract remains unchanged in all other respects. This amendment shall become effective one business day following the day on which the Commission issues all necessary regulatory approval.

[Replace Sections I.H, I.I, I.J, I.K, and I.M in their entirety, as follows:]

#### I. Terms

H. From the effective date of the contract until the first anniversary of the contract's effective date, Customer will receive the Tier 3 rates for Priority Mail Contract Packages, pursuant to Table 5 below. Customer shall mail a minimum of Total Packages (Contract Packages plus all other Priority Mail packages) during each Contract Year for the term of this contract. If the volume falls below for the Contract Year, the Postal Service at its sole discretion has the right to revert Customer to the most current Commercial Base Prices. All prices will be calculated by the Postal Service and rounded up to the nearest whole cent.

- I. For all subsequent years of the contract, Customer will receive the appropriate Priority Mail Tier Table in Section J below for its Priority Mail Contract Packages, based on the previous contract year's volume of Total Packages, as outlined in Section G above.
- J. Custom Priority Mail Tier Tables



K. Priority Mail Express Pricing. The rates in Table 6 apply to the Customer's Priority Mail Express Contract Packages, beginning on this contract's effective date. If the volume for Priority Mail Express packages falls below for any contract year, the Postal Service at its sole discretion has the right to revert Customer to the most current Commercial Base Prices for Priority Mail Express. All contract prices will be calculated by the Postal Service and rounded up to the nearest whole cent.



[Section I.L remains unchanged]

## M. Annual Adjustment

- For subsequent years of the contract, beginning on the first anniversary of
  the contract's effective date, customized prices under this contract will be
  the lesser of: (1) the previous year's prices plus the most recent (as of the
  anniversary date) percentage change in prices of general applicability for
  Priority Mail Express Commercial Plus or Priority Mail Commercial Plus,
  for the appropriate product, as calculated by the Postal Service, or (2) the
  previous year's prices plus
- 2. Customized prices for the subsequent years will be calculated by the Postal Service and rounded up to the nearest whole cent. If the Postal Service maintains or decreases published prices of general applicability for Priority Mail Express Commercial Plus or Priority Mail Commercial Plus, there shall be no change to contract pricing for that contract year for the appropriate product.

IN WITNESS WHEREOF, the Parties hereto have caused this amendment to be duly executed as of the later date below:

UNITED STATES I	POSTAL SERVICE	
Signed by:	Curio Curio	
Printed Name:	Cliff Ruccel	
Title:	Ut sale>	
Date:	2/8/16	K